

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7665

BILL NUMBER: HB 1723

NOTE PREPARED: Jan 12, 2003

BILL AMENDED:

SUBJECT: Regulation of Endangered Industries.

FIRST AUTHOR: Rep. Murphy

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill provides for coordinating Indiana rules that affect Indiana endangered industries with national policies.

Effective Date: Upon passage.

Explanation of State Expenditures: This bill would increase the administrative burden on state agencies with rulemaking authority due, in part, to new rule review and reporting requirements established in the bill. The bill requires state agencies, annually by August 1st, to complete a review of its rules to identify those rules that impose more stringent standards of conduct that related national policies. The bill also requires state agencies to submit a report of this review to the Legislative Services Agency by September 1st each year. The bill also could increase the administrative burden on state agencies insofar as it will require the agency to modify or suspend the application of certain rules on industries that meet certain requirements and have been recognized as a qualifying *Indiana endangered industry* by the General Assembly and the Lieutenant Governor. The potential fiscal impact of the bill is indeterminable and presumably contingent upon the number of industries that qualify as an Indiana endangered industry and the number and types of rules that are affected.

The bill defines an Indiana endangered industry as an industry that: (1) has had a substantial presence in Indiana for at least 20 years; (2) has had an economic decline in at least two of the immediately preceding calendar years caused by foreign competition, regulatory mandates, health care insurance rates or other inflated business costs, or decline in consumer demand; and (3) the industry has been recognized as meeting these criteria in a written declaration by the Lieutenant Governor or concurrent resolution by both houses of the General Assembly.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Agencies with rulemaking authority; Lieutenant Governor; Legislative Services Agency.

Local Agencies Affected:

Information Sources:

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